

MINUTES OF MEETING OF BOARD OF PUBLIC WORKS OF AUGUST 12TH, 1936.

The Board of Public Works met in the offices of the State Treasurer, Annapolis, Maryland, on August 12th, at twelve o'clock, noon.

Present -

Harry W. Nice, Governor.
Wm. S. Gordy, Jr., Comptroller,
Hooper S. Miles, Treasurer.

The Board proceeded to open proposals for the purchase of \$55,000.00, Three Per Cent, "General Bond Issue of 1935", Issue of August 15th, 1936, in accordance with advertisements appearing in the "Baltimore Sun" and the "Baltimore News-Post" of July 13th, 17th, 20th, 24th, 27th and 31st, and August 3rd and 7th, as follows -

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STATE OF MARYLAND

TREASURY DEPARTMENT

\$55,000 THREE PER CENT. "GENERAL
BOND ISSUE OF 1935"

Annapolis, Md.

Pursuant to Chapter 89 of the Acts of the General Assembly of Maryland, Session of 1935, providing for the issue of the Certificates of Indebtedness herein mentioned and described, and pursuant also to a resolution of the Board of Public Works of Maryland passed on the 1st day of April 1936, and on file and open to inspection in the office of the said Board in Annapolis, Maryland, the Treasurer of the State of Maryland will receive bids or proposals for Certificates of Indebtedness of the State of Maryland as follows:

\$55,000 THREE PER CENT CERTIFICATES OF INDEBTEDNESS
KNOWN AS "GENERAL BOND ISSUE OF 1935".

Said Certificates of Indebtedness will all be dated August 15th, 1936. They will bear interest at the rate of three per centum per annum, payable semi-annually on the 15th days of February and August, respectively, in each and every year during the continuance of the loan. The principal of said loan will be payable upon the Serial Annuity Plan, as more fully set forth in said Act of 1935, Chapter 89, as follows:

"GENERAL BOND ISSUE OF 1935"

<u>Series</u>	<u>Amounts</u>	<u>Maturities</u>
"AA"	\$3,000.00	August 15, 1939
"BB"	3,000.00	August 15, 1940
"CC"	4,000.00	August 15, 1941
"DD"	4,000.00	August 15, 1942
"EE"	4,000.00	August 15, 1943
"FF"	4,000.00	August 15, 1944

"GG"	4,000.00	August 15, 1945
"HH"	4,000.00	August 15, 1946
"II"	5,000.00	August 15, 1947
"JJ"	5,000.00	August 15, 1948
"KK"	5,000.00	August 15, 1949
"LL"	5,000.00	August 15, 1950
"MM"	5,000.00	August 15, 1951

The said Certificates of Indebtedness will be of the denomination of \$1,000 each, subject to registration as to principal, and all will be issued with interest coupons attached.

This loan and the interest payable thereon is exempt from the Federal Income Tax, and from State, County and Municipal taxation.

The said bids or proposals must be delivered to the Treasurer of the State, at his office in Annapolis, Maryland, before 12 o'clock noon on Wednesday,

AUGUST 12TH, 1936.

Each bid must be for cash on delivery, and must be enclosed in a sealed envelope addressed on the outside "Proposal for General Bond Issue of 1936". Each bid must be accompanied by a certified check upon some responsible banking institution, drawn to the order of the Treasurer of Maryland for five per cent of the par value of the amount bid for. All bids or proposals will be opened at 12 o'clock noon on Wednesday, August 12th, 1936, in the presence of the undersigned.

On the opening of said proposals, as many of said Certificates of Indebtedness as have been bid for, not exceeding, however, the amount for which proposals are invited may be awarded by the Governor, the Comptroller of the Treasury and the Treasurer, or a majority of them to the highest responsible bidder or bidders therefor for cash; and if two or more responsible bidders have made the same bid and such bid is the highest and the certificates so bid for by such highest responsible bidders are in excess of the whole amount of certificates as offered for sale, then such certificates of indebtedness may be awarded in a ratable proportion to such responsible bidders bidding the same price.

The undersigned may, in their discretion, accept one bid for all of said loan or separate bids for parts of said loan, as may produce the largest amount, and they may in their discretion, accept bids which may be for parts of said loan, but are not for all, and they reserve the right in their discretion to reject all bids or any bids.

The Certificates of Indebtedness awarded will be delivered to the successful bidder or bidders, upon receipt of the amount of the successful bid or bids on Saturday, August 15th, 1936, at the office of the State Treasurer, Annapolis, Md.

Bidders are referred to the said Chapter 89 of the Acts of the General Assembly of 1935, as containing the full terms and provisions of this loan.

It is one of the terms of this offering that the bonds when issued will be the legal and valid binding obligations of the State. The opinion of the Attorney-General of Maryland and the opinions of Ritchie, Janney, Ober and Williams, and Mullikin, Stockbridge & Waters to this effect will be delivered to the successful bidder. Bidders may, if they wish, make the legality and validity of the bonds one of the terms of the bid by making the bid "subject to legality" or using any equivalent form of expression, but without leaving this question to the decision of the bidders or their counsel. All bids conditioned upon the approval of bidders or counsel, whether named or unnamed, will be treated as conditional bids and rejected, unless the condition is waived by the bidder to the satisfaction of the Board before the award has been made.

HARRY W. NICE,
GOVERNOR.

WM. S. GORDY, JR.,
COMPTROLLER OF THE TREASURY.

HOOPER S. MILES,
TREASURER.

The bids received were as follows -

ALEX BROWN & SONS

BALTIMORE, MD.

August 12, 1936.

Honorable Hooper S. Miles,
Treasurer State of Maryland,
Annapolis, Maryland.

Dear Sir:

For all, but not for any part, of \$55,000 State of Maryland Certificates of Indebtedness, known as "General Bond Issue of 1935" to bear interest at the rate of 3% per annum to be dated August 15, 1936 and to mature in various annual installments from \$3,000 on August 15, 1939 to \$5,000 on August 15, 1951, both inclusive, without option of prior payment, bids for which are to be received by you until twelve noon, August 12, 1936, we hereby bid at the rate of \$109.022 and accrued interest to date of delivery per \$100 principal amount thereof. We enclose certified check in the amount of \$2,750. which covers your requirement.

Yours very truly,

/s/ Alex Brown & Sons.

MERCANTILE TRUST COMPANY

August 12th, 1936.

Baltimore, Md.

The Honorable Hooper S. Miles, Treasurer,
State of Maryland,
Annapolis, Maryland.

Dear Sir:

For all but no part of the following described legally issued, properly executed, direct general obligation of the State of Maryland, namely \$55,000. "General Bond Issue of 1935" to bear interest at the rate of three per centum per annum, to be dated August 15, 1936, and to mature serially August 15, 1939 to August 15, 1951 inclusive, without option of prior payment, to be in coupon form in the denomination of \$1,000. registerable as to principal only, semi-annual interest payment February and August 15 and as further described in official notice of sale signed, Harry W. Nice, Governor; William S. Gordy, Jr., Comptroller of the Treasury and Hooper S. Miles, Treasurer, we bid the sum of \$ 108.91 for each \$100. Certificate, and accrued interest from date of Certificate to date of delivery thereof.

It is understood that we shall be furnished, without expense to us, at time of or prior to the delivery of these certificates, satisfactory legal opinion of the Attorney-General of the State of Maryland, approving the validity of the certificates, together with certified papers examined by him; also with the approving opinion of Messrs. Ritchie, Janney, Ober & Williams and Mullikin Stockbridge & Waters, Attorneys, Baltimore, Maryland.

As evidence of our good faith in bidding, we enclose certified check in amount of \$2,750. payable to the order of the Treasurer of Maryland. If this proposal is accepted this check is to be retained as part payment for the above \$55,000. Certificates, otherwise it is to be returned immediately to us.

This bid is for immediate acceptance.

Yours very truly,

Mercantile Trust Co. of Baltimore
Stein Bros. & Boyce,
Baker, Watts & Co.

By:

MERCANTILE TRUST COMPANY OF BALTIMORE

/s/ Charles W. Johnson.

Manager Bond Department.

MACKUBIN, LEGG & COMPANY

Redwood and South Sts

Baltimore, Md.

WEDNESDAY
August 12, 1936.

Treasurer of the State of Maryland,
Annapolis, Maryland.

Dear Sir:-

Referring to your request for sealed bids for

\$55,000 Three Per Cent Certificates of Indebtedness
known as
"General Bond Issue of 1935"

to be dated August 15th, 1936 and due serially August 15, 1939 to 1951 inclusive, more particularly described in the attached advertisement, we hereby offer to pay you for all, but not for any part thereof \$108,2799 and accrued interest from date of bonds to date of delivery for each \$100 par value thereof.

This bid is made with the understanding that the bonds are the direct obligation of the State of Maryland, the full faith, credit and taxing power of which is pledged for the payment of both principal and interest and that the bonds are legally and validly issued and sold.

As evidence of good faith, we enclose certified check for \$2,750. This check is to be used in part payment of the bonds in case our bid is accepted, otherwise to be returned to us promptly.

Very truly yours,

Mackubin, Legg & Company
Washburn & Company, Inc.

WAB:W

By: /s/ Mackubin, Legg & Company

DICK & MERLE-SMITH

30 Pine Street

New York

August 11, 1936.

Mr. William S. Gordy, Jr., Comptroller,
State of Maryland,
Annapolis, Maryland.

Dear Sir:-

For the

\$55,000 STATE OF MARYLAND

Coupon or Registered 3% General
Bonds of 1935.

Dated August 15, 1936

Maturing: \$3,000 August 15, 1939 and 1940

4,000 August 15, 1941 to 1946 incl.

5,000 August 15, 1947 to 1951

we will pay you 108.179 % and accrued interest to date of delivery for bonds bearing interest at the rate of 3% per annum.

This bid is made with the understanding that these bonds are legal and binding obligations on all of the taxable property in the State of Maryland, payable from taxes to be levied without limitation as to rate or amount; and also that we are to be furnished, without charge at the time of delivery and payment for the bonds, with the approving legal opinion of the Attorney General and Messrs. Ritchie, Janney, Ober & Williams and Messrs. Mullikin, Stockbridge & Waters, Baltimore, Md.

As evidence of good faith, we enclose herewith check for \$2750., which is to be returned forthwith to us if we are not the successful bidders; otherwise to be retained as and for liquidated damages in the event we fail to take up the bonds in accordance with the terms of this proposal.

Respectfully submitted,

DICK & MERLE-SMITH

By: /s/ James E. Falion.

Municipal Bond Department.

BS/DVC

Award

Upon motion of the Comptroller, Seconded by the Treasurer, the bid of Alex. Brown & Sons was accepted and the bonds awarded to that bidder, the bid being \$109.022.

The Secretary brought to the attention of the Board a letter dated August 11th, 1936 from the Superintendent of Maryland State Police Enoch B. Garey, reading as follows -

MARYLAND STATE POLICE

August 11, 1936.

Board of Public Works,
Union Trust Building,
Baltimore, Md.

Gentlemen:-

It is respectfully requested that your body approve the transfer of a parcel of land (as shown on accompanying plat) located on the Washington Boulevard at Waterloo, which is a part of the Maryland House of Correction property, to the Department of Maryland State Police to be used as a site for the erection of buildings for a Sub-station and school.

The Board of Welfare concur in this request. Copy of letter attached hereto, received from Mr. Case.

Respectfully yours,

/s/ Enoch B. Garey.

In view of the agreement of the Board of Welfare and the Board of Prison Control, the Board approved the proposed arrangement for the transfer of a parcel of land, located on the Washington Boulevard at Waterloo to the Department of Maryland State Police to be used as a site for the erection of buildings for a Sub-station and school.

The Secretary brought to the attention of the Board the fact that \$20,500.00 received from redemption of U.S. Fourth Liberty Loan Bonds on September 7th, 1935, which had been held by the University of Maryland in the Land Grant Fund, had not as yet been reinvested, and that the Land Grant Fund was suffering because of the failure of the Fund to receive interest which ordinarily comes from the investment.

State

The Treasurer was requested to ascertain if it was possible to invest the money at this time.

The Secretary brought to the attention of the Board a letter from Doctor W. Oliver McLane, Jr., Superintendent of the Miners Hospital, Frostburg, Maryland, dated August 6th, 1936, reading as follows -

W OLIVER MCLANE JR. M.D.
FROSTBURG, MARYLAND.

August 6, 1936.

Hon. Wm. S. Gordy, Jr.,
State Comptroller,
Annapolis, Md.

Re: Collection of accounts
due Miners' Hospital
Frostburg, Md.

My dear Mr. Gordy:-

The Board of Directors of Miners' Hospital request an opinion as to the policy of collection of accounts receivable in state institutions.

We have from year to year charged off as bad debts accounts receivable, which in our opinion could be collected should we resort to methods of obtaining judgments, attachment of wages, etc. We have in the past hesitated to take such measures as we were uncertain as to what was the policy along these lines in State institutions. Understand that these accounts receivable are not our charity cases but are from private patients who entered the hospital with promises to meet their financial obligations.

Kindly inform us what policy your department wishes us to follow in this matter.

I am,

Very truly yours,

/s/ W. Oliver McLane, Jr.

WOM/M

The Secretary was instructed to write Doctor McLane and say that the Board wanted every effort made to collect the accounts mentioned in Doctor McLane's letter.

encl.

The Secretary brought to the attention of the Board, a letter from Mrs. Lawrence Moran, 2521 Frederick Avenue, Baltimore, together with bills aggregating \$76.64 to Mrs. Moran, covering care and treatment of Mr. Hobarth Aisquith during his illness up to the time of his death.

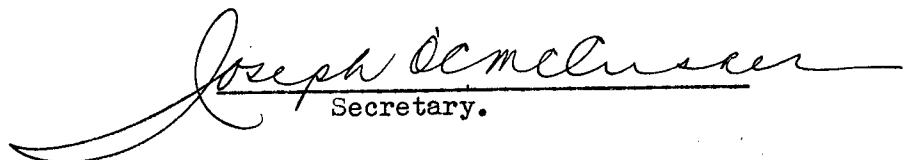
The Board authorized the payment of the account out of the amount reserved for the payment of care and treatment of Mr. Aisquith at the rate of \$10.00 a week, the balance in the account being about the same amount as the expenses incurred by Mrs. Moran, as covered by her statement.

The Secretary brought to the attention of the Board a letter dated August 6th, 1936, to the State Roads Commission, advising of the appointment of two employees to fill certain positions provided in prior Budget Amendments.

The Secretary brought to the attention of the Board a letter from Crownsville State Hospital in which approval was requested to increasing the salary of Miss Rita Chambers, employed as a student practical nurse at \$10.00 a month on May 20th, 1936, to \$20.00 a month after the completion of her training period, which is in accordance with the usual practice.

The Board approved the request of the Hospital.

There being no further business the meeting adjourned.


Secretary.